

Message Text

LIMITED OFFICIAL USE

PAGE 01 LUSAKA 00420 121452Z

61

ACTION XMB-04

INFO OCT-01 AF-06 ISO-00 AID-05 CIAE-00 COME-00 EB-07

FRB-03 INR-07 NSAE-00 TRSE-00 OPIC-03 SP-02 CIEP-01

LAB-04 SIL-01 OMB-01 INT-05 NEA-09 /059 W

----- 010134

R 121355Z MAR 75

FM AMEMBASSY LUSAKA

TO SECSTATE WASHDC 1340

LIMITED OFFICIAL USE LUSAKA 0420

EO 11652: N/A

TAGS: BPRO, EMIN, ZA

SUBJECT: TIKA STEEL MILL

REF: STATE 049864

1. OUR TALKS THIS WEEK WITH MIN PLANNING & FINANCE
CHIKWANDA, BILLMYER OF BANK OF AMERICA, DR. VANDI OF
MINDESCO, HOLDERBAUM OF GERMAN EMBASSY, DIRECTOR OF
MINES LANGEVAD, AND NORTHWESTERN PROVINCE MINISTER
PHIRI LEAVE IRON AND STEEL MILL PICTURE STILL FUZZY.

2. WHAT APPEARS CERTAIN IS GRZ DETERMINATION, WITH
CENTRAL COMMITTEE ECONOMIC AND FINANCE SUB-COMMITTEE
CHAIRMAN MULEMBA TAKING FORCEFUL LEAD, TO PROCEED
WITH PROJECT (PARLIAMENT HAVING APPROPRIATED K3.3
MILLION IN DECEMBER FOR "PREPARATORY WORK"); CHIKWANDA
VERY RESERVED AND WORRIED ABOUT FINANCE; YUGOSLAVS ARE
ENTIRELY OUT; DEMAG IS COMMITTED CONTINGENT UPON GRZ/
SWINDELL-DRESSLER AGREEMENT; 10 PERCENT DOWN PAYMENT TO
SWINDELL-DRESSLER HAS BEEN MADE.

3. APPARENTLY UNDETERMINED ARE HOW MUCH OF WHAT
KIND OF IRON AND STEEL TO BE PRODUCED; FEASIBILITY
OF UTILIZING GAS FROM MAAMBA COAL CONVERSION
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 LUSAKA 00420 121452Z

INSTEAD OF NAPHTHA FROM PETROLEUM; TOTAL ANTICIPATED

COST OF PROJECT; AND FINANCING OF THOSE ELEMENTS
FOR WHICH TENTATIVE ARRANGEMENTS NOT YET MADE.

4. HEAVY EURODOLLAR BORROWING AMOUNTING TO PRO-
SPECTIVE TOTAL OF \$200 MILLION WHICH CITICORP, BANK
OF AMERICA, BARCLAYS, AND OTHERS CURRENTLY ATTEMPTING
ARRANGE FOR RCM AND NCCM COULD, OF COURSE,
SEVERELY LIMIT MILL FINANCING POSSIBILITIES FOR PRESENT
AND THUS DELAY COMMENCEMENT OF PROJECT FOR CONSIDERABLE
PERIOD.

5. HOPE HAVE OPPORTUNITY DISCUSS PROJECT WITH
MULEMBA IN NEAR FUTURE.
NELSON

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: STEEL PLANTS, BANK LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 12 MAR 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975LUSAKA00420
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750087-0170
From: LUSAKA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750359/aaaacapy.tel
Line Count: 75
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION XMB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 STATE 049864
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 02 SEP 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <02 SEP 2003 by SmithRJ>; APPROVED <03 SEP 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: TIKA STEEL MILL
TAGS: BPRO, EMIN, ZA
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006